

Bell Atlantic
1300 I Street N.W.
Suite 400W
Washington, DC 20005

Joseph J. Mulieri
Director
Government Relations - FCC
(202) 336-7850
Fax (202) 336-7866

ORIGINAL



November 5, 1999

ExParte

Ms. Magalie Roman Salas
Secretary
Federal Communications Commission
The Portals
445 12th Street, SW
Washington, DC 20554

RECEIVED
NOV 5 1999
FEDERAL COMMUNICATIONS COMMISSION
OFFICE OF THE SECRETARY

**Re: CC Docket No. 96-45/Federal-State Joint Board on Universal Service
and CC Docket No. 96-262 Access Charge Reform**

Dear Ms. Salas:

Yesterday, Maureen Keenan and Rich Dobson of Bell Atlantic met with Rich Lerner, Jay Atkinson and Raj Kannan of the FCC's Competitive Pricing Division. The purpose of the Ex Parte was to present industry methods for removing Universal Service amounts from Price Cap Baskets, should a company elect to do so. The attached documents were discussed at length with the staff. Parties agreed to reconvene at a future date to discuss this subject after all parties have had an opportunity to perform further analysis.

Sincerely,

A handwritten signature in cursive script, appearing to read "Joe Mulieri / ff".

Attachment

cc: S. Rammah
R. Lerner
J. Atkinson
R. Kannan

No. of Copies rec'd
List ABCDE

043

Removal of USF from Price Caps: How it should be done

Urgency of Identifying Formula for Removal

- . Company options
- . Timing (First Quarter Filing, December 16)
- . Methods for Removal

Background

- September Meeting
 - Outlined method when concerned about 5th Circuit decision
- 5th Circuit Decision and FCC Orders
 - Ordered recovery of USF through Interstate only
 - Allowed for flexibility on recovery of USF by LECs
- Recent November 1, 1999 filing raised issues on methods for removal of USF from Price Caps
 - Comments highlighted the Equal Access example

REMOVING USF AMOUNTS FROM PRICE CAPS

USF Facts

- First amount of USF in Price Caps on January 1, 1998
- Each quarter companies incrementally adjusted for change to USF

Formula Impacts

- Impacted by demand changes
- Impacted by GDPPI-X, and “g” as well

Issues not considered under “R” adjustments

- Not Impacted by TIC Targeting
- Not Impacted by Restructures

What's Next

- ❑ Companies need to know what is the appropriate method for removing USF
- ❑ Strong precedent for using LEC recommended method

USF GROSS UP IS SUPPOSED TO REFLECT CHANGE
IN USF DUE TO DEMAND AND GDPPI MINUS X

	DECREASE	INCREASE
1 DEMAND GROWTH	5.00%	5.00%
2 GDPPI MINUS X	-10.00%	-2.00%
3 NET OF DEMAND AND GDPPI MINUS X	-5.00%	3.00%

NOTE: Data represents hypothetical two year Common Line data

BELL ATLANTIC

Exhibit 2

REMOVAL OF USF FROM PRICE CAPS
CHANGES IN ACTUAL DEMAND ONLY
FIRST QUARTER 1998 COMMON LINE EXAMPLE

LN

1	6/30/98 R USING 1996 DEMAND	2Q98 USF PROPOSED REVENUE	1,359,244,529
2	7/98 ANNUAL FILING CURRENT R USING 1997 DEMAND	1998 ANNUAL FILING	1,387,928,022
3	DEMAND GROWTH 1996 TO 1997	$(Ln\ 2 - Ln\ 1) / Ln\ 1$	2.11%
4	6/30/99 R USING 1997 DEMAND	2Q99 USF PROPOSED REVENUE	1,341,364,357
5	7/99 ANNUAL FILING CURRENT R USING 1998 DEMAND	1999 ANNUAL FILING	1,387,810,305
6	DEMAND GROWTH 1997 TO 1998	$(Ln\ 5 - Ln\ 4) / Ln\ 4$	3.46%
7	TOTAL DEMAND GROWTH 1996 TO 1998	$Ln\ 3 + Ln\ 6$	5.57%

NOTE: Actuals represent Bell Atlantic amounts

REMOVAL OF USF FROM PRICE CAPS
CHANGES IN ACTUAL GDPPI MINUS X ONLY
FIRST QUARTER 1998 COMMON LINE EXAMPLE

LN

1	7/98 ANNUAL FILING GDPPI	2.14%
2	7/98 ANNUAL FILING X FACTOR	6.50%
3	7/98 ANNUAL FILING GDPPI MINUS X	-4.36%
4	7/99 ANNUAL FILING GDPPI	1.41%
5	7/99 ANNUAL FILING X FACTOR	6.50%
6	7/99 ANNUAL FILING GDPPI MINUS X	-5.09%
7	1998 AND 1999 ANNUAL FILING GDPPI MINUS X	-9.45%

NOTE: Actuals represent Bell Atlantic amounts

BELL ATLANTIC

Exhibit 4

NET OF ACTUAL DEMAND GROWTH AND GDPPI MINUS X
FIRST QUARTER 1998 COMMON LINE EXAMPLE

LN

1 ORIGINAL USF AMOUNT		63,204,164
2 DEMAND GROWTH	See Exhibit 2	5.57%
3 GDPPI MINUS X	See Exhibit 3	-9.45%
4 NET OF DEMAND AND GDPPI MINUS X	Ln 2 + Ln 3	-3.88%
5 EFFECT ON ORIGINAL USF AMOUNT	Ln 1 * Ln 4	(2,450,525)
6 USF TO BE REVERSED	Ln 1 + Ln 5	60,753,639

NOTE: Actuals represent Bell Atlantic amounts

BELL ATLANTIC

Exhibit 5

AT&T METHOD OVERSTATES GROWTH RATE
FIRST QUARTER 1998 COMMON LINE EXAMPLE

LN	ITEM	
1	ORIGINAL USF INTRASTATE FROM AT&T EXHIBIT	63,204,164
2	1/98 ACCESS REFORM R	2,455,972,952
3	NOV 1, 1999 R	2,936,205,664
4	PERCENT CHANGE R	19.55%
5	GROSSED UP USF	75,562,894

NOTE: Actuals represent Bell Atlantic amounts

AT&T GROWTH RATE IS NOT SUPPORTED BY ACTUAL
DEMAND AND GDPPI MINUS X
FIRST QUARTER 1998 COMMON LINE EXAMPLE

LN

1	ACTUAL DEMAND GROWTH	See Exhibit 2	5.57%
2	ACTUAL GDPPI MINUS X	See Exhibit 3	-9.45%
3	COMBINED ACTUAL DEMAND AND GDPPI MINUS X	Ln 1 + Ln 2	-3.88%
4	AT&T COMBINED DEMAND AND GDPPI MINUS X	See Exhibit 5	19.55%
5	AT&T OVERSTATEMENT OF DEMAND AND GDPPI MINUS X	Ln 4 - Ln 3	23.43%

NOTE: Actuals represent Bell Atlantic amounts

REVENUES MUST BE ADJUSTED FOR RESTRUCTURES
AND UNRELATED ITEMS
FIRST QUARTER 1998 COMMON LINE EXAMPLE

LN ITEM

1	1/98 ACCESS REFORM R		2,455,972,952
2a	1/98 ACCESS REFORM REVENUE CHANGE		324,221,076
2b	2Q98 USF		5,632,902
2c	7/98 ANNUAL FILING EXOGENOUS		51,629,722
2d	7/98 GDP-PI MINUS X TARGETED TO TIC		124,997,745
2e	4Q98 USF		1,903,551
2f	1/99 ACCESS REFORM REVENUE CHANGE		(23,865,653)
2g	2Q99 USF		1,095,031
2h	7/99 ANNUAL FILING EXOGENOUS		58,114,083
2i	7/99 GDP-PI MINUS X TARGETED TO TIC		63,203,556
2j	4Q99 USF		13,109,812
2	TOTAL CHANGE IN R UNRELATED TO ORIGINAL USF		620,041,825
3	NOV 1, 1999 R WITHOUT DEMAND OR GDPPI MINUS X	Ln 1 + Ln 2	3,076,014,777
4	EFFECT OF UNRELATED EVENTS ON AT&T GROWTH RATE	(Ln 3 - Ln 1) / Ln 1	25.25%

NOTE: Actuals represent Bell Atlantic amounts

REVENUES MUST BE ADJUSTED FOR RESTRUCTURES
AND UNRELATED ITEMS

LN ITEM

1	1/98 ACCESS REFORM R		2,455,972,952
2a	1/98 ACCESS REFORM REVENUE CHANGE		324,221,076
2b	2Q98 USF		5,632,902
2c	7/98 ANNUAL FILING EXOGENOUS		51,629,722
2d	7/98 GDP-PI MINUS X TARGETED TO TIC		124,997,745
2e	4Q98 USF		1,903,551
2f	1/99 ACCESS REFORM REVENUE CHANGE		(23,865,653)
2g	2Q99 USF		1,095,031
2h	7/99 ANNUAL FILING EXOGENOUS		58,114,083
2i	7/99 GDP-PI MINUS X TARGETED TO TIC		63,203,556
2j	4Q99 USF		13,109,812
2	TOTAL CHANGE IN R UNRELATED TO ORIGINAL USF		620,041,825
3	NOV 1, 1999 R WITHOUT DEMAND OR GDPPI MINUS X	Ln 1 + Ln 2	3,076,014,777
4	NOV 1, 1999 R WITH DEMAND AND GDPPI MINUS X		2,936,205,664
5	EFFECT OF DEMAND AND GDPPI MINUS X	(Ln 4 - Ln 3) / Ln 3	-4.55%
6	ORIGINAL USF AMOUNT FROM AT&T EXHIBIT		63,204,164
7	USF TO BE REMOVED		60,331,448

NOTE: Data represents Bell Atlantic 1Q98 Common Line amounts

REMOVAL OF USF FROM PRICE CAPS MUST BE DONE
ISOLATING DEMAND AND GDPPI MINUS X ONLY
FIRST QUARTER 1998 COMMON LINE EXAMPLE

LN	ITEM	SOURCE	A
			CL
1	ORIGINAL 1/98 USF INTRASTATE EXOGENOUS	AT&T EXHIBIT	63,204,164
2	7/98 ANNUAL FILING R USING 1996 DEMAND	2Q98 USF PROPOSED REVENUE	1,359,244,529
3	7/98 ANNUAL FILING R USING 1997 DEMAND	1998 ANNUAL FILING	1,387,928,022
4	DEMAND GROWTH	Ln 3 / Ln 2	102.11%
5	1Q98 USF AMOUNT AT 6/30/98	Ln 4 * Ln 1	64,537,932
6	Growth in Min./Line (g)	1998 ANNUAL FILING, PCI-1,630(A)	0.4529%
7	1Q98 USF REDUCED FOR AF98 GDPPI - X and g	Ln 5 * [1 + ((2.14% - 6.5%-g/2)/(1+g/2))]Note 1	61,584,619
8	7/99 ANNUAL FILING R USING 1997 DEMAND	2Q99 USF PROPOSED REVENUE	1,341,364,357
9	7/99 ANNUAL FILING R USING 1998 DEMAND	1999 ANNUAL FILING	1,387,810,305
10	DEMAND GROWTH	Ln 9 / Ln 8	103.4626%
11	1Q98 USF AMOUNT AT 6/30/99	Ln 7 * Ln 10	63,717,042
12	Growth in Min./Line (g)	1999 ANNUAL FILING, PCI-1,630(A)	1.3752%
13	1Q98 USF REDUCED FOR AF99 GDPPI - X and g	Ln 11 * [1 + ((1.41% - 6.5%-g/2)/(1+g/2))]Note 1	60,060,866

Note 1: Assumes GDPPI - X was applied to all baskets, this avoids recreation of the TIC. Little g applies to CL only

Note 2: Assumes reversal after 7/99 Annual Filing

Note 3: This worksheet must be done for each incremental USF amount

IMPORTANT: Line 13 is very close to removal amounts on Exhibit 4 and Exhibit 8

REMOVAL OF USF FROM PRICE CAPS
GROSS UP BY ISOLATING DEMAND AND GDP-PI MINUS X SEPARATELY
1Q98 AMOUNT

LN	ITEM	SOURCE	A CL	B GWT/MT/TL	C AUD/VID	D DDS/HICAP	E IX	F MKT	G TOTAL
1	ORIGINAL 1/98 USF EXOGENOUS	REDO OF TM 479, WP USF-1N	84,285,603	3,533,261	1,010,494	9,688,657	1,671,258	0	100,189,273
2	7/98 ANNUAL FILING R USING 1996 DEMAND	2Q98 USF PROPOSED REVENUE	1,359,244,529	92,440,483	11,793,200	396,281,698	18,359,855	117,077,228	
3	7/98 ANNUAL FILING R USING 1997 DEMAND	1998 ANNUAL FILING	1,387,928,022	78,136,671	13,770,394	511,604,448	16,551,412	121,284,974	
4	DEMAND GROWTH	Ln 3 / Ln 2	102.11%	84.53%	116.77%	129.10%	90.15%	103.59%	
5	1Q98 USF AMOUNT AT 6/30/98	Ln 4 * Ln 1	86,064,242	2,986,541	1,179,909	12,508,173	1,506,639	0	104,245,504
6	Growth in Min./Line (g)	1998 ANNUAL FILING, PCI-1,630(A)	0.4529%						
7	1Q98 USF REDUCED FOR AF98 GDPPI - X and g	Ln 5 * [1 + ((2.14% - 6.5%-g/2)/(1+g/2))]Note 1	82,125,867	2,856,327	1,128,465	11,962,817	1,493,682	0	99,567,158
8	7/99 ANNUAL FILING R USING 1997 DEMAND	2Q99 USF PROPOSED REVENUE	1,341,364,357	81,620,152	14,486,624	522,590,790	15,391,532	128,457,824	
9	7/99 ANNUAL FILING R USING 1998 DEMAND	1999 ANNUAL FILING	1,387,810,305	68,594,251	17,015,774	684,610,857	13,057,580	135,587,492	
10	DEMAND GROWTH	Ln 9 / Ln 8	103.4626%	84.0408%	117.4585%	131.0032%	84.8361%	105.5502%	
11	1Q98 USF AMOUNT AT 6/30/99	Ln 7 * Ln 10	84,969,549	2,400,481	1,325,478	15,671,677	1,267,182	0	105,634,368
12	Growth in Min./Line (g)	1999 ANNUAL FILING, PCI-1,630(A)	1.3752%						
13	1Q98 USF REDUCED FOR AF99 GDPPI - X and g	Ln 11 * [1 + ((1.41% - 6.5%-g/2)/(1+g/2))]Note 1	80,093,874	2,278,297	1,258,011	14,873,989	1,247,034	0	99,751,204
14	1Q98 USF AMOUNT TO BE REVERSED	Ln 13 * -1	(80,093,874)	(2,278,297)	(1,258,011)	(14,873,989)	(1,247,034)	0	(99,751,204)

Note 1: Assumes GDPPI - X was applied to all baskets, this avoids recreation of the TIC. Little g applies to CL only

Note 2: Assumes reversal after 7/99 Annual Filing

Note 3: This worksheet must be done for each incremental USF amount

REMOVAL OF USF FROM PRICE CAPS
GROSS UP BY ISOLATING DEMAND AND GDP-PI MINUS X SEPARATELY
2Q98 AMOUNT

LN	ITEM	SOURCE	A CL	B G/WT/MT/TL	C AUD/VID	D DDS/HICAP	E IX	F MKT	G TOTAL
1	ORIGINAL 1/98 USF EXOGENOUS	REDO OF TM 479, WP USF-1N	2,061,417	39,687	(21,980)	957,223	(12,224)	0	3,024,123
2	7/98 ANNUAL FILING R USING 1996 DEMAND	2Q98 USF PROPOSED REVENUE	1,359,244,529	92,440,483	11,793,200	396,281,698	18,359,855	117,077,228	
3	7/98 ANNUAL FILING R USING 1997 DEMAND	1998 ANNUAL FILING	1,387,928,022	78,136,671	13,770,394	511,604,448	16,551,412	121,284,974	
4	DEMAND GROWTH	Ln 3 / Ln 2	102.11%	84.53%	116.77%	129.10%	90.15%	103.59%	
5	1Q98 USF AMOUNT AT 6/30/98	Ln 4 * Ln 1	2,104,918	33,546	(25,665)	1,235,786	(11,020)	0	3,337,566
6	Growth in Min./Line (g)	1998 ANNUAL FILING, PCI-1,630(A)	0.4529%						
7	1Q98 USF REDUCED FOR AF98 GDPPI - X and g	Ln 5 * [1 + ((2.14% - 6.5%-g/2)/(1+g/2))]Note 1	2,008,595	32,083	(24,546)	1,181,906	(10,925)	0	3,187,114
8	7/99 ANNUAL FILING R USING 1997 DEMAND	2Q99 USF PROPOSED REVENUE	1,341,364,357	81,620,152	14,486,624	522,590,790	15,391,532	128,457,824	
9	7/99 ANNUAL FILING R USING 1998 DEMAND	1999 ANNUAL FILING	1,387,810,305	68,594,251	17,015,774	684,610,857	13,057,580	135,587,492	
10	DEMAND GROWTH	Ln 9 / Ln 8	103.4626%	84.0408%	117.4585%	131.0032%	84.8361%	105.5502%	
11	1Q98 USF AMOUNT AT 6/30/99	Ln 10 * Ln 7	2,078,145	26,963	(28,831)	1,548,335	(9,268)	0	3,615,343
12	Growth in Min./Line (g)	1999 ANNUAL FILING, PCI-1,630(A)	1.3752%						
13	1Q98 USF REDUCED FOR AF99 GDPPI - X and g	Ln 11 * [1 + ((1.41% - 6.5%-g/2)/(1+g/2))]Note 1	1,958,898	25,591	(27,364)	1,469,525	(9,121)	0	3,417,528
14	1Q98 USF AMOUNT TO BE REVERSED	Ln 13 * -1	(1,958,898)	(25,591)	27,364	(1,469,525)	9,121	0	(3,417,528)

Note 1: Assumes GDPPI - X was applied to all baskets, this avoids recreation of the TIC. Little g applies to CL only

Note 2: Assumes reversal after 7/99 Annual Filing

Note 3: This worksheet must be done for each incremental USF amount

REMOVAL OF USF FROM PRICE CAPS
GROSS UP BY ISOLATING DEMAND AND GDP-PI MINUS X SEPARATELY
3Q98 AMOUNT

LN	ITEM	SOURCE	A CL	B G/WT/MT/TL	C AUD/VID	D DDS/HICAP	E IX	F MKT	G TOTAL
1	ORIGINAL 7/98 USF EXOGENOUS	TM XXX, WP USF-1N	(2,082,479)	(727,515)	141,641	3,734,785	(240,155)	0	826,277
2	7/99 ANNUAL FILING R USING 1997 DEMAND	2Q99 USF PROPOSED REVENUE	1,341,364,357	81,620,152	14,486,624	522,590,790	15,391,532	128,457,824	
3	7/99 ANNUAL FILING R USING 1998 DEMAND	1999 ANNUAL FILING	1,387,810,305	68,594,251	17,015,774	684,610,857	13,057,580	135,587,492	
4	DEMAND GROWTH	Ln 3 / Ln 2	103.4626%	84.0408%	117.4585%	131.0032%	84.8361%	105.5502%	
5	1Q98 USF AMOUNT AT 6/30/99	Ln 1 * Ln 4	(2,154,587)	(611,410)	166,369	4,892,689	(203,738)	0	2,089,324
6	Growth in Min./Line (g)	1999 ANNUAL FILING, PCI-1,630(A)	1.3752%						
7	1Q98 USF REDUCED FOR AF99 GDPPI - X and g	Ln 5 * [1 + ((1.41% - 6.5%-g/2)/(1+g/2))]Note 1	(2,030,953)	(580,289)	157,901	4,643,651	(200,499)	0	1,989,812
8	1Q98 USF AMOUNT TO BE REVERSED	Ln 7 * -1	2,030,953	580,289	(157,901)	(4,643,651)	200,499	0	(1,989,812)

Note 1: Assumes GDPPI - X was applied to all baskets, this avoids recreation of the TIC. Little g applies to CL only

Note 2: Assumes reversal after 7/99 Annual Filing

Note 3: This worksheet must be done for each incremental USF amount

REMOVAL OF USF FROM PRICE CAPS
GROSS UP BY ISOLATING DEMAND AND GDP-PI MINUS X SEPARATELY
4Q98 AMOUNT

LN	ITEM	SOURCE	A	B	C	D	E	F	G
			CL	GW/MT/TL	AUD/VID	DDS/HICAP	IX	MKT	TOTAL
1	ORIGINAL 7/98 USF EXOGENOUS	TM XXX, WP USF-1N	1,638,446	197,928	77,120	700,297	(29,526)	0	2,584,265
2	7/99 ANNUAL FILING R USING 1997 DEMAND	2Q99 USF PROPOSED REVENUE	1,341,364,357	81,620,152	14,486,624	522,590,790	15,391,532	128,457,824	
3	7/99 ANNUAL FILING R USING 1998 DEMAND	1999 ANNUAL FILING	1,387,810,305	68,594,251	17,015,774	684,610,857	13,057,580	135,587,492	
4	DEMAND GROWTH	Ln 3 / Ln 2	103.4626%	84.0408%	117.4585%	131.0032%	84.8361%	105.5502%	
5	1Q98 USF AMOUNT AT 6/30/99	Ln 1 * Ln 4	1,695,179	166,340	90,584	917,412	(25,049)	0	2,844,466
6	Growth in Min./Line (g)	1999 ANNUAL FILING, PCI-1,630(A)	1.3752%						
7	1Q98 USF REDUCED FOR AF99 GDPPI - X and g	Ln 5 * [1 + ((1.41% - 6.5%-g/2)/(1+g/2))]Note 1	1,597,907	157,874	85,973	870,715	(24,650)	0	2,687,819
8	1Q98 USF AMOUNT TO BE REVERSED	Ln 7 * -1	(1,597,907)	(157,874)	(85,973)	(870,715)	24,650	0	(2,687,819)

Note 1: Assumes GDPPI - X was applied to all baskets, this avoids recreation of the TIC. Little g applies to CL only

Note 2: Assumes reversal after 7/99 Annual Filing

Note 3: This worksheet must be done for each incremental USF amount

REMOVAL OF USF FROM PRICE CAPS
GROSS UP BY ISOLATING DEMAND AND GDP-PI MINUS X SEPARATELY
1Q99 AMOUNT

LN	ITEM	SOURCE	A	B	C	D	E	F	G
			CL	G/WT/MT/TL	AUD/VID	DDS/HICAP	IX	MKT	TOTAL
1	ORIGINAL 1/99 USF EXOGENOUS	TM XXX, WP USF-1N	(12,961,511)	(494,122)	(164,935)	(2,490,567)	(229,426)	8,024,316	(8,316,246)
2	7/99 ANNUAL FILING R USING 1997 DEMAND	2Q99 USF PROPOSED REVENUE	1,341,364,357	81,620,152	14,486,624	522,590,790	15,391,532	128,457,824	
3	7/99 ANNUAL FILING R USING 1998 DEMAND	1999 ANNUAL FILING	1,387,810,305	68,594,251	17,015,774	684,610,857	13,057,580	135,587,492	
4	DEMAND GROWTH	Ln 3 / Ln 2	103.4626%	84.0408%	117.4585%	131.0032%	84.8361%	105.5502%	
5	1Q98 USF AMOUNT AT 6/30/99	Ln 1 * Ln 4	(13,410,315)	(415,264)	(193,730)	(3,262,724)	(194,636)	8,469,681	(9,006,988)
6	Growth in Min./Line (g)	1999 ANNUAL FILING, PCI-1,630(A)	1.3752%						
7	1Q98 USF REDUCED FOR AF99 GDPPI - X and g	Ln 5 * [1 + ((1.41% - 6.5%-g/2)/(1+g/2))]Note 1	(12,640,812)	(394,127)	(183,870)	(3,096,651)	(191,542)	8,038,575	(8,468,427)
8	1Q98 USF AMOUNT TO BE REVERSED	Ln 7 * -1	12,640,812	394,127	183,870	3,096,651	191,542	(8,038,575)	8,468,427

Note 1: Assumes GDPPI - X was applied to all baskets, this avoids recreation of the TIC. Little g applies to CL only

Note 2: Assumes reversal after 7/99 Annual Filing

Note 3: This worksheet must be done for each incremental USF amount

REMOVAL OF USF FROM PRICE CAPS
GROSS UP BY ISOLATING DEMAND AND GDP-PI MINUS X SEPARATELY
2Q99 AMOUNT

LN	ITEM	SOURCE	A CL	B G/WT/MT/TL	C AUD/VID	D DDS/HICAP	E IX	F MKT	G TOTAL
1	ORIGINAL 1/99 USF EXOGENOUS	TM XXX, WP USF-1N	(978,378)	(123,726)	(72,116)	(611,067)	(90,599)	(849,233)	(2,725,118)
2	7/99 ANNUAL FILING R USING 1997 DEMAND	2Q99 USF PROPOSED REVENUE	1,341,364,357	81,620,152	14,486,624	522,590,790	15,391,532	128,457,824	
3	7/99 ANNUAL FILING R USING 1998 DEMAND	1999 ANNUAL FILING	1,387,810,305	68,594,251	17,015,774	684,610,857	13,057,580	135,587,492	
4	DEMAND GROWTH	Ln 3 / Ln 2	103.4626%	84.0408%	117.4585%	131.0032%	84.8361%	105.5502%	
5	1Q98 USF AMOUNT AT 6/30/99	Ln 1 * Ln 4	(1,012,255)	(103,980)	(84,707)	(800,518)	(76,861)	(896,367)	(2,974,687)
6	Growth in Min./Line (g)	1999 ANNUAL FILING, PCI-1,630(A)	1.3752%						
7	1Q98 USF REDUCED FOR AF99 GDPPI - X and g	Ln 5 * [1 + ((1.41% - 6.5%-g/2)/(1+g/2))]Note 1	(954,170)	(98,687)	(80,395)	(759,771)	(75,639)	(850,742)	(2,819,405)
8	1Q98 USF AMOUNT TO BE REVERSED	Ln 7 * -1	954,170	98,687	80,395	759,771	75,639	850,742	2,819,405

Note 1: Assumes GDPPI - X was applied to all baskets, this avoids recreation of the TIC. Little g applies to CL only

Note 2: Assumes reversal after 7/99 Annual Filing

Note 3: This worksheet must be done for each incremental USF amount

BELL ATLANTIC
NORTH

WP 3Q99-N

REMOVAL OF USF FROM PRICE CAPS
NO IMPACT OF DEMAND OR GDP-PI MINUS X
3Q99 AMOUNT

LN	ITEM	SOURCE	A	B	C	D	E	F	G
			CL	G/WT/MT/TL	AUD/VID	DDS/HICAP	IX	MKT	TOTAL
1	3Q99 USF EXOGENOUS	TM XXXX, WP USF-1N, LN	26,028,343	115,683	575,589	8,043,749	123,384	2,769,471	37,656,219
2	3Q99 USF AMOUNT TO BE REVERSED	Ln 1 * -1	(26,028,343)	(115,683)	(575,589)	(8,043,749)	(123,384)	(2,769,471)	(37,656,219)

NOTE: Since Ln 1 entered price caps in the 7/99 Annual Filing, it will not be impacted by demand or GDP-PI minus X until the 7/00 Annual Filing

SUMMARY OF ORIGINAL USF AMOUNTS AND REVERSALS

		A	B	C	D	E	F	G
		CL	G/WT/MT/TL	AUD/VID	DDS/HICAP	IX	MKT	TOTAL
1 ORIGINAL 1Q98 USF	WP 1Q98-N, Ln 1	84,285,603	3,533,261	1,010,494	9,688,657	1,671,258	0	100,189,273
2 1Q98 USF EXOGENOUS REMOVAL	WP 1Q98-N, Ln 14	(80,093,874)	(2,278,297)	(1,258,011)	(14,873,989)	(1,247,034)	0	(99,751,204)
3 1Q98 DIFFERENCE	Ln 1 + Ln 2	4,191,729	1,254,964	(247,517)	(5,185,332)	424,224	0	438,069
								438,069
4 ORIGINAL 2Q98 USF	WP 2Q98-N, Ln 1	2,061,417	39,687	(21,980)	957,223	(12,224)	0	3,024,123
5 2Q98 USF EXOGENOUS REMOVAL	WP 2Q98-N, Ln 14	(1,958,898)	(25,591)	27,364	(1,489,525)	9,121	0	(3,417,528)
6 2Q98 DIFFERENCE	Ln 4 + Ln 5	102,519	14,096	5,384	(512,302)	(3,103)	0	(393,405)
								(393,405)
7 ORIGINAL 3Q98 USF	WP 3Q98-N, Ln 1	(2,082,479)	(727,515)	141,641	3,734,785	(240,155)	0	826,277
8 3Q98 USF EXOGENOUS REMOVAL	WP 3Q98-N, Ln 8	2,030,953	580,289	(157,901)	(4,643,651)	200,499	0	(1,989,812)
9 3Q98 DIFFERENCE	Ln 7 + Ln 8	(51,526)	(147,226)	(16,260)	(908,866)	(39,656)	0	(1,163,535)
								(1,163,535)
10 ORIGINAL 4Q98 USF	WP 4Q98-N, Ln 1	1,638,446	197,928	77,120	700,297	(29,526)	0	2,584,265
11 4Q98 USF EXOGENOUS REMOVAL	WP 4Q98-N, Ln 8	(1,597,907)	(157,874)	(85,973)	(870,715)	24,650	0	(2,687,819)
12 4Q98 DIFFERENCE	Ln 10 + Ln 11	40,539	40,054	(8,853)	(170,418)	(4,876)	0	(103,554)
								(103,554)
13 ORIGINAL 1Q99 USF	WP 1Q99-N, Ln 1	(12,961,511)	(494,122)	(164,935)	(2,490,567)	(229,426)	8,024,316	(8,316,246)
14 1Q99 USF EXOGENOUS REMOVAL	WP 1Q99-N, Ln 8	12,640,812	394,127	183,870	3,096,651	191,542	(8,038,575)	8,468,427
15 1Q99 DIFFERENCE	Ln 10 + Ln 11	(320,699)	(99,995)	18,934	606,084	(37,885)	(14,259)	152,181
								152,181
16 ORIGINAL 2Q99 USF	WP 2Q99-N, Ln 1	(978,378)	(123,726)	(72,116)	(611,067)	(90,599)	(849,233)	(2,725,118)
17 2Q99 USF EXOGENOUS REMOVAL	WP 2Q99-N, Ln 8	954,170	98,687	80,395	759,771	75,639	850,742	2,819,405
18 2Q99 DIFFERENCE	Ln 10 + Ln 11	(24,207)	(25,038)	8,279	148,704	(14,960)	1,509	94,286
								94,286
19 ORIGINAL 3Q99 USF	WP 3Q99-N, Ln 1	26,028,343	115,683	575,589	8,043,749	123,384	2,769,471	37,656,219
20 3Q99 USF EXOGENOUS REMOVAL	WP 3Q99-N, Ln 2	(26,028,343)	(115,683)	(575,589)	(8,043,749)	(123,384)	(2,769,471)	(37,656,219)
21 3Q99 DIFFERENCE	Ln 10 + Ln 11	0	0	0	0	0	0	0
								0
22 TOTAL ORIGINAL USF THRU 3Q99	Ln 1 + Ln 4 + Ln 7 + Ln 10 + Ln 13 + Ln 16 + Ln	97,991,441	2,541,197	1,545,812	20,023,077	1,192,712	9,944,554	133,238,793
23 TOTAL USF EXOGENOUS REMOVAL THRU 3Q99	Ln 2 + Ln 5 + Ln 8 + Ln 11 + Ln 14 + Ln 17 + Ln	(94,053,085)	(1,504,341)	(1,785,846)	(28,045,208)	(868,967)	(9,957,304)	(134,214,751)
24 TOTAL DIFFERENCE THRU 3Q99	Ln 22 + Ln 23	3,938,355	1,036,856	(240,034)	(6,022,131)	323,744	(12,750)	(975,958)
								(975,958)

REMOVAL OF USF FROM PRICE CAPS
GROSS UP BY ISOLATING DEMAND AND GDP-PI MINUS X SEPARATELY
1Q98 AMOUNT

LN	ITEM	SOURCE	A CL	B VG/WT/MT/TL	C AUD/VID	D DDS/HICAP	E IX	F MKT	G TOTAL
1	ORIGINAL 1/98 USF EXOGENOUS	REDO OF TM 479, WP USF-1N	81,688,953	2,246,047	1,002,941	11,034,773	8,306,835	0	104,279,549
2	7/98 ANNUAL FILING R USING 1996 DEMAND	2Q98 USF PROPOSED REVENUE	1,426,392,919	67,676,412	12,545,862	499,476,927	110,727,262	66,076,353	
3	7/98 ANNUAL FILING R USING 1997 DEMAND	1998 ANNUAL FILING	1,452,381,483	56,312,466	14,670,890	625,809,261	112,427,195	67,198,211	
4	DEMAND GROWTH	Ln 3 / Ln 2	101.82%	83.21%	116.94%	125.29%	101.54%	101.70%	
5	1Q98 USF AMOUNT AT 6/30/98	Ln 4 * Ln 1	83,177,308	1,868,900	1,172,820	13,825,790	8,434,365	0	108,479,183
6	Growth in Min./Line (g)	1998 ANNUAL FILING, PCI-1,630(A)	1.1684%						
7	1Q98 USF REDUCED FOR AF98 GDPPI - X and g	Ln 5 * [1 + ((2.14% - 6.5%-g/2)/(1+g/2))]Note 1	79,088,741	1,787,416	1,121,685	13,222,986	8,361,830	0	103,582,657
10	7/99 ANNUAL FILING R USING 1997 DEMAND	2Q99 USF PROPOSED REVENUE	1,528,043,960	62,281,971	15,714,303	640,192,209	113,588,475	71,671,505	
11	7/99 ANNUAL FILING R USING 1998 DEMAND	1999 ANNUAL FILING	1,563,464,823	51,943,063	17,683,348	822,664,495	88,815,964	73,890,694	
12	DEMAND GROWTH	Ln 12 / Ln 11	102.3181%	83.3998%	112.5303%	128.5027%	78.1910%	103.0963%	
13	1Q98 USF AMOUNT AT 6/30/99	Ln 9 * Ln 12	80,922,059	1,490,702	1,262,235	16,991,898	6,538,198	0	107,205,093
12	Growth in Min./Line (g)	1999 ANNUAL FILING, PCI-1,630(A)	0.5476%						
13	1Q98 USF REDUCED FOR AF99 GDPPI - X and g	Ln 11 * [1 + ((1.41% - 6.5%-g/2)/(1+g/2))]Note 1	76,593,414	1,414,825	1,197,987	16,127,011	6,434,241	0	101,767,478
14	1Q98 USF AMOUNT TO BE REVERSED	Ln 13 * -1	(76,593,414)	(1,414,825)	(1,197,987)	(16,127,011)	(6,434,241)	0	(101,767,478)

Note 1: Assumes GDPPI - X was applied to all baskets, this avoids recreation of the TIC. Little g applies to CL only

Note 2: Assumes reversal after 7/99 Annual Filing

Note 3: This worksheet must be done for each incremental USF amount

REMOVAL OF USF FROM PRICE CAPS
GROSS UP BY ISOLATING DEMAND AND GDP-PI MINUS X SEPARATELY
2Q98 AMOUNT

LN	ITEM	SOURCE	A CL	B VG/WT/MT/TL	C AUD/VID	D DDS/HICAP	E IX	F MKT	G TOTAL
1	ORIGINAL 1/98 USF EXOGENOUS	REDO OF TM 479, WP USF-1N	3,571,485	(61,988)	(15,647)	(515,706)	(90,385)	0	2,887,759
2	7/98 ANNUAL FILING R USING 1996 DEMAND	2Q98 USF PROPOSED REVENUE	1,426,392,919	67,676,412	12,545,862	499,476,927	110,727,262	66,076,353	
3	7/98 ANNUAL FILING R USING 1997 DEMAND	1998 ANNUAL FILING	1,452,381,483	56,312,466	14,670,890	625,809,261	112,427,195	67,198,211	
4	DEMAND GROWTH	Ln 3 / Ln 2	101.82%	83.21%	116.94%	125.29%	101.54%	101.70%	
5	1Q98 USF AMOUNT AT 6/30/98	Ln 4 * Ln 1	3,636,557	(51,579)	(18,297)	(646,143)	(91,773)	0	2,828,764
6	Growth in Min./Line (g)	1998 ANNUAL FILING, PCI-1,630(A)	1.1684%						
7	1Q98 USF REDUCED FOR AF98 GDPPI - X and g	Ln 5 * [1 + ((2.14% - 6.5%-g/2)/(1+g/2))]Note 1	3,457,802	(49,330)	(17,500)	(617,971)	(90,983)	0	2,682,018
10	7/99 ANNUAL FILING R USING 1997 DEMAND	2Q99 USF PROPOSED REVENUE	1,528,043,960	62,281,971	15,714,303	640,192,209	113,588,475	71,671,505	
11	7/99 ANNUAL FILING R USING 1998 DEMAND	1999 ANNUAL FILING	1,563,464,823	51,943,063	17,683,348	822,664,495	88,815,964	73,890,694	
12	DEMAND GROWTH	Ln 9 / Ln 8	102.3181%	83.3998%	112.5303%	128.5027%	78.1910%	103.0963%	
13	1Q98 USF AMOUNT AT 6/30/99	Ln 10 * Ln 7	3,537,956	(41,141)	(19,692)	(794,110)	(71,141)	0	2,611,871
12	Growth in Min./Line (g)	1999 ANNUAL FILING, PCI-1,630(A)	0.5476%						
13	1Q98 USF REDUCED FOR AF99 GDPPI - X and g	Ln 11 * [1 + ((1.41% - 6.5%-g/2)/(1+g/2))]Note 1	3,348,705	(39,047)	(18,690)	(753,690)	(70,010)	0	2,467,268
14	1Q98 USF AMOUNT TO BE REVERSED	Ln 13 * -1	(3,348,705)	39,047	18,690	753,690	70,010	0	(2,467,268)

Note 1: Assumes GDPPI - X was applied to all baskets, this avoids recreation of the TIC. Little g applies to CL only

Note 2: Assumes reversal after 7/99 Annual Filing

Note 3: This worksheet must be done for each incremental USF amount

REMOVAL OF USF FROM PRICE CAPS
GROSS UP BY ISOLATING DEMAND AND GDP-PI MINUS X SEPARATELY
3Q98 AMOUNT

LN	ITEM	SOURCE	A CL	B VG/WT/MT/TL	C AUD/VID	D DDS/HICAP	E IX	F MKT	G TOTAL
1	ORIGINAL 7/98 USF EXOGENOUS	TM XXX, WP USF-1N	(1,921,576)	(493,951)	124,946	2,087,620	255,488	0	52,527
2	7/99 ANNUAL FILING R USING 1997 DEMAND	2Q99 USF PROPOSED REVENUE	1,528,043,960	62,281,971	15,714,303	640,192,209	113,588,475	71,671,505	
3	7/99 ANNUAL FILING R USING 1998 DEMAND	1999 ANNUAL FILING	1,563,464,823	51,943,063	17,683,348	822,664,495	88,815,964	73,890,694	
4	DEMAND GROWTH	Ln 3 / Ln 2	102.3181%	83.3998%	112.5303%	128.5027%	78.1910%	103.0963%	
5	1Q98 USF AMOUNT AT 6/30/99	Ln 1 * Ln 4	(1,966,119)	(411,954)	140,602	2,682,649	199,769	0	644,946
6	Growth in Min./Line (g)	1999 ANNUAL FILING, PCI-1,630(A)	0.5476%						
7	1Q98 USF REDUCED FOR AF99 GDPPI - X and g	Ln 5 * [1 + ((1.41% - 6.5%-g/2)/(1+g/2))]Note 1	(1,860,948)	(390,986)	133,445	2,546,102	196,592	0	624,205
8	1Q98 USF AMOUNT TO BE REVERSED	Ln 7 * -1	1,860,948	390,986	(133,445)	(2,546,102)	(196,592)	0	(624,205)

Note 1: Assumes GDPPI - X was applied to all baskets, this avoids recreation of the TIC. Little g applies to CL only

Note 2: Assumes reversal after 7/99 Annual Filing

Note 3: This worksheet must be done for each incremental USF amount

REMOVAL OF USF FROM PRICE CAPS
GROSS UP BY ISOLATING DEMAND AND GDP-PI MINUS X SEPARATELY
4Q98 AMOUNT

LN	ITEM	SOURCE	A CL	B VG/WT/MT/TL	C AUD/VID	D DDS/HICAP	E IX	F MKT	G TOTAL
1	ORIGINAL 7/98 USF EXOGENOUS	TM XXX, WP USF-1N	265,085	228,294	85,557	529,034	354,571	0	1,462,541
5	7/99 ANNUAL FILING R USING 1997 DEMAND	2Q99 USF PROPOSED REVENUE	1,528,043,960	62,281,971	15,714,303	640,192,209	113,588,475	71,671,505	
6	7/99 ANNUAL FILING R USING 1998 DEMAND	1999 ANNUAL FILING	1,563,464,823	51,943,063	17,683,348	822,664,495	88,815,964	73,890,694	
7	DEMAND GROWTH	Ln 3 / Ln 2	102.3181%	83.3998%	112.5303%	128.5027%	78.1910%	103.0963%	
8	1Q98 USF AMOUNT AT 6/30/99	Ln 1 * Ln 4	271,230	190,397	96,278	679,823	277,243	0	1,514,970
6	Growth in Min./Line (g)	1999 ANNUAL FILING, PCI-1,630(A)	0.5476%						
7	1Q98 USF REDUCED FOR AF99 GDPPI - X and g	Ln 5 * [1 + ((1.41% - 6.5%-g/2)/(1+g/2))]Note 1	256,721	180,706	91,377	645,220	272,834	0	1,446,859
8	1Q98 USF AMOUNT TO BE REVERSED	Ln 7 * -1	(256,721)	(180,706)	(91,377)	(645,220)	(272,834)	0	(1,446,859)

Note 1: Assumes GDPPI - X was applied to all baskets, this avoids recreation of the TIC. Little g applies to CL only

Note 2: Assumes reversal after 7/99 Annual Filing

Note 3: This worksheet must be done for each incremental USF amount

REMOVAL OF USF FROM PRICE CAPS
GROSS UP BY ISOLATING DEMAND AND GDP-PI MINUS X SEPARATELY
1Q99 AMOUNT

LN	ITEM	SOURCE	A	B	C	D	E	F	G
			CL	VG/WT/MT/TL	AUD/VID	DDS/HICAP	IX	MKT	TOTAL
1	ORIGINAL 1/99 USF EXOGENOUS	TM XXX, WP USF-1N	(8,437,190)	(221,900)	(120,651)	(1,514,257)	(1,000,955)	3,831,409	(7,463,544)
2	7/99 ANNUAL FILING R USING 1997 DEMAND	2Q99 USF PROPOSED REVENUE	1,528,043,960	62,281,971	15,714,303	640,192,209	113,588,475	71,671,505	
3	7/99 ANNUAL FILING R USING 1998 DEMAND	1999 ANNUAL FILING	1,563,464,823	51,943,063	17,683,348	822,664,495	88,815,964	73,890,694	
4	DEMAND GROWTH	Ln 3 / Ln 2	102.3181%	83.3998%	112.5303%	128.5027%	78.1910%	103.0963%	
5	1Q98 USF AMOUNT AT 6/30/99	Ln 1 * Ln 4	(8,632,768)	(185,064)	(135,769)	(1,945,861)	(782,657)	3,950,042	(7,732,078)
6	Growth in Min./Line (g)	1999 ANNUAL FILING, PCI-1,630(A)	0.5476%						
7	1Q98 USF REDUCED FOR AF99 GDPPI - X and g	Ln 5 * [1 + ((1.41% - 6.5%-g/2)/(1+g/2))]Note 1	(8,170,988)	(175,644)	(128,859)	(1,846,817)	(770,213)	3,748,985	(7,343,536)
8	1Q98 USF AMOUNT TO BE REVERSED	Ln 7 * -1	8,170,988	175,644	128,859	1,846,817	770,213	(3,748,985)	7,343,536

Note 1: Assumes GDPPI - X was applied to all baskets, this avoids recreation of the TIC. Little g applies to CL only

Note 2: Assumes reversal after 7/99 Annual Filing

Note 3: This worksheet must be done for each incremental USF amount

REMOVAL OF USF FROM PRICE CAPS
GROSS UP BY ISOLATING DEMAND AND GDP-PI MINUS X SEPARATELY
2Q99 AMOUNT

LN	ITEM	SOURCE	A	B	C	D	E	F	G
			CL	VG/WT/MT/TL	AUD/VID	DDS/HICAP	IX	MKT	TOTAL
1	ORIGINAL 1/99 USF EXOGENOUS	TM XXX, WP USF-1N	(2,073,409)	(101,712)	(57,176)	(638,500)	(657,061)	641,914	(2,885,944)
2	7/99 ANNUAL FILING R USING 1997 DEMAND	2Q99 USF PROPOSED REVENUE	1,528,043,960	62,281,971	15,714,303	640,192,209	113,588,475	71,671,505	
3	7/99 ANNUAL FILING R USING 1998 DEMAND	1999 ANNUAL FILING	1,563,464,823	51,943,063	17,683,348	822,664,495	88,815,964	73,890,694	
4	DEMAND GROWTH	Ln 3 / Ln 2	102.3181%	83.3998%	112.5303%	128.5027%	78.1910%	103.0963%	
5	1Q98 USF AMOUNT AT 6/30/99	Ln 1 * Ln 4	(2,121,472)	(84,827)	(64,340)	(820,490)	(513,763)	661,790	(2,943,103)
6	Growth in Min./Line (g)	1999 ANNUAL FILING, PCI-1,630(A)	0.5476%						
7	1Q98 USF REDUCED FOR AF99 GDPPI - X and g	Ln 5 * [1 + ((1.41% - 6.5%-g/2)/(1+g/2))]Note 1	(2,007,991)	(80,510)	(61,065)	(778,727)	(505,594)	628,104	(2,805,782)
8	1Q98 USF AMOUNT TO BE REVERSED	Ln 7 * -1	2,007,991	80,510	61,065	778,727	505,594	(628,104)	2,805,782

Note 1: Assumes GDPPI - X was applied to all baskets, this avoids recreation of the TIC. Little g applies to CL only

Note 2: Assumes reversal after 7/99 Annual Filing

Note 3: This worksheet must be done for each incremental USF amount

BELL ATLANTIC
SOUTH

WP 3Q99-S

REMOVAL OF USF FROM PRICE CAPS
NO IMPACT OF DEMAND OR GDP-PI MINUS X
3Q99 AMOUNT

LN	ITEM	SOURCE	A	B	C	D	E	F	G
			CL	VG/WT/MT/TL	AUD/VID	DDS/HICAP	IX	MKT	TOTAL
1	3Q99 USF EXOGENOUS	TM XXXX, WP USF-1S, LN	29,759,033	177,944	538,026	7,505,547	483,229	1,830,998	40,294,777
2	3Q99 USF AMOUNT TO BE REVERSED	Ln 1 * -1	(29,759,033)	(177,944)	(538,026)	(7,505,547)	(483,229)	(1,830,998)	(40,294,777)

NOTE: Since Ln 1 entered price caps in the 7/99 Annual Filing, it will not be impacted by demand or GDP-PI minus X until the 7/00 Annual Filing

REMOVAL OF USF FROM PRICE CAPS
NO IMPACT OF DEMAND OR GDP-PI MINUS X
4Q99 AMOUNT

LN	ITEM	SOURCE	A CL	B VG/WT/MT/TL	C AUD/VID	D DDS/HICAP	E IX	F MKT	G TOTAL
1	4Q99 USF EXOGENOUS	TM XXXX, WP USF-1N, LN	13,109,812	212,687	173,357	3,701,977	605,225	834,650	18,637,708
2	4Q99 USF AMOUNT TO BE REVERSED	Ln 1 * -1	(13,109,812)	(212,687)	(173,357)	(3,701,977)	(605,225)	(834,650)	(18,637,708)

NOTE: Since Ln 1 entered price caps after the 7/99 Annual Filing, it will not be impacted by demand or GDP-PI minus X until the 7/00 Annual Filing

REMOVAL OF USF FROM PRICE CAPS
NO IMPACT OF DEMAND OR GDP-PI MINUS X
4Q99 AMOUNT

LN	ITEM	SOURCE	A	B	C	D	E	F	G
			CL	VG/WT/MT/TL	AUD/VID	DDS/HICAP	IX	MKT	TOTAL
1	REVISED REMAND 4Q99 USF EXOGENOUS	TM 1204, WP USF-1N, LN	(81,544,649)	(1,716,454)	(1,167,378)	(16,114,079)	(6,513,909)	(3,670,779)	(110,727,248)
2	4Q99 USF AMOUNT TO BE REVERSED	Ln 1 * -1	81,544,649	1,716,454	1,167,378	16,114,079	6,513,909	3,670,779	110,727,248

NOTE: Since Ln 1 entered price caps after the 7/99 Annual Filing, it will not be impacted by demand or GDP-PI minus X until the 7/00 Annual Filing

SUMMARY OF ORIGINAL USF AMOUNTS AND REVERSALS

		A	B	C	D	E	F	G
		CL	VG/WT/MT/TL	AUD/VID	DDS/HICAP	IX	MKT	TOTAL
1 ORIGINAL 1Q98 USF	WP 1Q98-S, Ln 1	81,688,953	2,246,047	1,002,941	11,034,773	8,306,835	0	104,279,549
2 1Q98 USF EXOGENOUS REMOVAL	WP 1Q98-S, Ln 14	(76,593,414)	(1,414,825)	(1,197,987)	(16,127,011)	(6,434,241)	0	(101,767,478)
3 1Q98 DIFFERENCE	Ln 1 + Ln 2	5,095,539	831,222	(195,046)	(5,092,238)	1,872,594	0	2,512,071
								2,512,071
4 ORIGINAL 2Q98 USF	WP 2Q98-S, Ln 1	3,571,485	(61,988)	(15,647)	(515,706)	(90,385)	0	2,887,759
5 2Q98 USF EXOGENOUS REMOVAL	WP 2Q98-S, Ln 14	(3,348,705)	39,047	18,690	753,690	70,010	0	(2,467,268)
6 2Q98 DIFFERENCE	Ln 4 + Ln 5	222,780	(22,941)	3,043	237,984	(20,375)	0	420,491
								420,491
7 ORIGINAL 3Q98 USF	WP 3Q98-S, Ln 1	(1,921,576)	(493,951)	124,946	2,087,620	255,488	0	52,527
8 3Q98 USF EXOGENOUS REMOVAL	WP 3Q98-S, Ln 8	1,860,948	390,986	(133,445)	(2,546,102)	(196,592)	0	(624,205)
9 3Q98 DIFFERENCE	Ln 7 + Ln 8	(60,628)	(102,965)	(8,499)	(458,482)	58,896	0	(571,678)
								(571,678)
10 ORIGINAL 4Q98 USF	WP 4Q98-S, Ln 1	265,085	228,294	85,557	529,034	354,571	0	1,462,541
11 4Q98 USF EXOGENOUS REMOVAL	WP 4Q98-S, Ln 8	(256,721)	(180,706)	(91,377)	(645,220)	(272,834)	0	(1,446,859)
12 4Q98 DIFFERENCE	Ln 10 + Ln 11	8,364	47,588	(5,820)	(116,186)	81,737	0	15,682
								15,682
13 ORIGINAL 1Q99 USF	WP 1Q99-S, Ln 1	(8,437,190)	(221,900)	(120,651)	(1,514,257)	(1,000,955)	3,831,409	(7,463,544)
14 1Q99 USF EXOGENOUS REMOVAL	WP 1Q99-S, Ln 8	8,170,988	175,644	128,859	1,846,817	770,213	(3,748,985)	7,343,536
15 1Q99 DIFFERENCE	Ln 10 + Ln 11	(266,202)	(46,255)	8,207	332,560	(230,743)	82,424	(120,008)
								(120,008)
16 ORIGINAL 2Q99 USF	WP 2Q99-S, Ln 1	(2,073,409)	(101,712)	(57,176)	(638,500)	(657,061)	641,914	(2,885,944)
17 2Q99 USF EXOGENOUS REMOVAL	WP 2Q99-S, Ln 8	2,007,991	80,510	61,065	778,727	505,594	(628,104)	2,805,782
18 2Q99 DIFFERENCE	Ln 10 + Ln 11	(65,418)	(21,202)	3,889	140,227	(151,467)	13,809	(80,162)
								(80,162)
19 ORIGINAL 3Q99 USF	WP 3Q99-S, Ln 1	29,759,033	177,944	538,026	7,505,547	483,229	1,830,998	40,294,777
20 3Q99 USF EXOGENOUS REMOVAL	WP 3Q99-S, Ln 2	(29,759,033)	(177,944)	(538,026)	(7,505,547)	(483,229)	(1,830,998)	(40,294,777)
21 3Q99 DIFFERENCE	Ln 10 + Ln 11	0	0	0	0	0	0	0
								0
22 TOTAL ORIGINAL USF THRU 3Q99	Ln 1 + Ln 4 + Ln 7 + Ln 10 + Ln 13 + Ln 16 + Ln	102,852,381	1,772,734	1,557,996	18,488,511	7,651,721	6,304,320	138,627,664
23 TOTAL USF EXOGENOUS REMOVAL THRU 3Q99	Ln 2 + Ln 5 + Ln 8 + Ln 11 + Ln 14 + Ln 17 + Ln	(97,917,946)	(1,087,288)	(1,752,222)	(23,444,646)	(6,041,080)	(6,208,087)	(136,451,269)
24 TOTAL DIFFERENCE THRU 3Q99	Ln 22 + Ln 23	4,934,435	685,447	(194,226)	(4,956,135)	1,610,641	96,233	2,176,396
								2,176,396

BELL ATLANTIC - TOTAL

WP USFSUM-TOT

SUMMARY OF ORIGINAL USF AMOUNTS AND REVERSALS

		A	B	C	D	E	F	G
		CL	VG/WT/MT/TL	AUD/VID	DDS/HICAP	IX	MKT	TOTAL
1 ORIGINAL USF 1Q98 - 3Q99 - TOTAL BA	WP USFSUM-S, Ln 22 + USFSUM-N, Ln 22	200,843,822	4,313,931	3,103,808	38,511,588	8,844,433	16,248,874	271,866,457
2 USF EXOGENOUS REMOVAL 1Q98 - 3Q99 - TOTAL BA	WP USFSUM-S, Ln 23 + USFSUM-N, Ln 23	(191,971,031)	(2,591,628)	(3,538,068)	(49,489,854)	(6,910,048)	(16,165,391)	(270,666,020)
3 TOTAL DIFFERENCE 1Q98 - 3Q99 - TOTAL BA	Ln 1 + Ln 2	8,872,791	1,722,303	(434,260)	(10,978,265)	1,934,386	83,483	1,200,438
4 ORIGINAL 4Q99 USF - TOTAL BA	WP USF-UNI, Ln 1	13,109,812	212,687	173,357	3,701,977	605,225	834,650	18,637,708
5 USF EXOGENOUS REMOVAL 4Q99 - TOTAL BA	WP USF-UNI, Ln 2	(13,109,812)	(212,687)	(173,357)	(3,701,977)	(605,225)	(834,650)	(18,637,708)
6 DIFFERENCE 4Q99 - TOTAL BA	Ln 4 + Ln 5	0	0	0	0	0	0	0
7 ORIGINAL 4Q99 USF REVISED FOR REMAND - TOTAL BA	WP USFREM-UNI, Ln 1	(81,544,649)	(1,716,454)	(1,167,378)	(16,114,079)	(6,513,909)	(3,670,779)	(110,727,248)
8 USF EXOGENOUS REMOVAL 4Q99 REVISED REMAND - TOTAL BA	WP USFREM-UNI, Ln 2	81,544,649	1,716,454	1,167,378	16,114,079	6,513,909	3,670,779	110,727,248
9 DIFFERENCE 4Q99 REVISED FOR REMAND - TOTAL BA	Ln 7 + Ln 8	0	0	0	0	0	0	0
10 ORIGINAL USF 1Q98 - 4Q99 - TOTAL BA	Ln 1 + Ln 4 + Ln 7	132,408,985	2,810,164	2,109,787	26,099,486	2,935,749	13,412,745	179,776,917
11 USF EXOGENOUS REMOVAL 1Q98 - 4Q99 - TOTAL BA	Ln 2 + Ln 5 + Ln 8	(123,536,194)	(1,087,861)	(2,544,047)	(37,077,752)	(1,001,364)	(13,329,262)	(178,576,480)
12 TOTAL DIFFERENCE 1Q98 - 4Q99 - TOTAL BA	Ln 10 + Ln 11	8,872,791	1,722,303	(434,260)	(10,978,265)	1,934,386	83,483	1,200,438